Local Government Mandate Statement Kentucky Legislative Research Commission 2022 Regular Session

Part I: Measure Information

Bill Request #: 1283
Bill #: HB 447
Document ID #: 2324
Bill Subject/Title: AN ACT relating to property taxation.
Sponsor: Representative Jonathan Dixon
Unit of Government: X City X County X Urban-County X Charter County X Consolidated Local X Government
Office(s) Impacted:
Requirement: X Mandatory Optional
Effect on Powers & Duties: X Modifies Existing Adds New Eliminates Existing
Part II: Bill Provisions and the Estimated Fiscal Impact Relating to Local Government
HB 447 proposes to exclude personal aircraft from both state and local property taxation and applies to personal aircraft assessed for property tax on or after the January 1, 2023 assessment date.
The Kentucky Department of Revenue reports \$331,277,457 in personal aircraft for the January 1, 2021 assessment date. Since HB 447 creates a new tax exemption, the fiscal impact will be negative. Based on the information available, the fiscal impact for schools, cities, counties and other local taxing districts is expected to be a reduction in annual property tax revenues of approximately \$2.5 million.
Part III: Differences to Local Government Mandate Statement from Prior Versions
Part II, above, pertains to the bill as introduced.

Data Source(s): LRC Staff; Department of Revenue

Preparer:Cynthia BrownReviewer:CHMDate:2/14/22